

CORRECTED FISCAL MEMORANDUM SB 1028 – HB 1207

May 16, 2007

SUMMARY OF AMENDMENT (009025): Deletes the language of the original bill. Creates a new specialty earmarked license plate for thirteen different organizations; authorizes retired firefighters to receive a “firefighter” license plate upon proof of retirement in good standing from a firefighting unit; creates a cultural license plate for Ohio State University; creates a cultural license plate for Women Veterans of America; extends the time for meeting minimum number requirements for the issuance of three previously approved new specialty earmarked license plates; redesigns the Lady Vols national championship license plate.

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Revenues – Not Significant

Increase Local Govt. Expenditures – Not Significant

Increase Local Govt. Revenues – Not Significant

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

On May 15, 2007 we issued a fiscal memorandum on this amendment that inadvertently indicated a fiscal impact from the redesign of the Purple Heart license plate and from the issuance of such plate free of charge. The correct fiscal impact is:

Other Fiscal Impact –

Each New Specialty Earmarked Plate (13 new plates):

Increase State Revenues - \$6,300 General Fund

\$28,800 Dedicated Funds

Increase State Expenditures - \$6,300 One-Time

Women Veterans of America Cultural Plate:

Increase State Revenues - \$4,400 General Fund

\$13,100 Dedicated Funds

Increase State Expenditures - \$4,400 One-Time

**SB 1028 – HB 1207
(CORRECTED)**

Ohio State University Cultural License Plate:

Increase State Revenues - \$6,300 General Fund

\$28,800 Dedicated Funds

Increase State Expenditures - \$6,300 One-Time

Lady Vols License Plate:

Increase State Expenditures - \$6,300 One-Time

Other Fiscal Impact – Redirects current revenues

Assumptions applied to amendment:

Each New Specialty Earmarked License Plate (14 new plates):

- Revenues (1,000 plates @ \$35.00 each).
- Expenditures (Production cost – 1,000 plates @ \$3.76 each = \$3,760 one-time; computer system changes = \$2,500 one-time).
- One thousand new plates will be purchased by individuals that currently do not have a specialty license plate.
- Net proceeds from the sale of such plates will be allocated as follows: 50% to a certain fund (depending upon the plate); 40% to the Tennessee Arts Commission; and 10% to the State Highway Fund.

Women Veterans of America Cultural Plate:

- Revenues (500 plates @ \$35.00 each)
- Expenditures (Production cost – 500 plates @ \$3.76 each = \$1,880 one-time; computer system changes = \$2,500 one-time)
- Five hundred new plates will be purchased by individuals that currently do not have a specialty license plate.
- Net proceeds from the sale of such plates will be allocated as follows: 80% to the Tennessee Arts Commission and 20% to the State Highway Fund.

Ohio State University Cultural License Plate:

- Revenues (1,000 plates @ \$35.00 each).
- Expenditures (Production cost – 1,000 plates @ \$3.76 each = \$3,760 one-time; computer system changes = \$2,500 one-time).
- One thousand new plates will be purchased by individuals that currently do not have a specialty license plate.
- Net proceeds from the sale of such plates will be allocated as follows: 80% to the Tennessee Arts Commission and 20% to the State Highway Fund.

Lady Vols Plate:

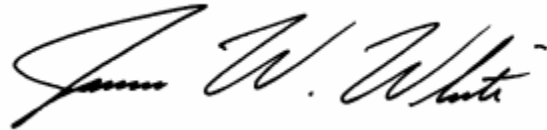
- A one-time increase in state expenditures to design and manufacture a new plate. (1,687 plates @ \$3.76 each)
- Revenues currently received will be redirected in order to cover one-time expenditures. In addition, net proceeds will be redirected from the UT-Knoxville General Scholarship Fund to the UT-Knoxville Women's Athletics Department.

Retired Firefighter License Plate:

- The fiscal impact of this provision is minimal. Retired firefighters will receive the current firefighter license plate. The cost of a firefighter license plate and a regular license plate is the same.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is fluid and cursive, with the first name "James" written in a smaller, more compact script than the last name "White".

James W. White, Executive Director

/db